



## Performance

Performance % **	April 2011	FYTD Jul. 2010 - Apr. 2011	Trailing 12 Months	Since Launch March 29, 2008
NAFA Income Fund	14.52%	3.70%	10.10%	5.75%
Benchmark	13.74%	13.07%	12.88%	12.36%

\* Ex-Dividend Price

\*\* Represent Annualized Return - (based on morning star formula)  
(Returns are net of management fee & all other expenses)

## General Information

Launch Date:	March 29, 2008
Fund Size:	Rs. 497 million
Type:	Open-end – Income Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	9:00 A.M to 4:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end: 1.0%, Back end: 0%
Management Fee:	2.0% per annum
Risk Profile:	Low
Fund Stability Rating	"A- (f)" by PACRA
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	6-Month KIBOR (Benchmark changed with effect from 15-12-2010. Previous Benchmark was 3-Month T-Bills)
Fund Manager:	Ahmad Nouman, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2- by PACRA

## Investment Objective

To earn a competitive rate of return while preserving capital to the extent possible by investing in liquid assets.

## Fund Manager Commentary

The Fund earned an annualized return of 14.52% during April 2011 versus benchmark return of 13.74%, translating into an outperformance of 0.78%. The Fund's calendar year to date annualized return is 14.53% against benchmark return of 13.74%. Hence an outperformance of 0.79% during the first four months.

The weighted average Yield to Maturity of NAFA Income Fund is around 21.65% p.a. The weighted average maturity of the Fund is 3.22 years. Thus, the Fund is expected to perform well over a three to four year horizon. However, since there are TFCs / Sukuks in the portfolio and their prices may go up and down based on market liquidity etc., only long-term investors are advised to invest in this Fund.

## Details of Non-Compliant Investments

Name of Non Compliant Investment	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets	Yield to Maturity per annum
Agritech Limited II	TFC	149,880,000	43,150,835	106,729,165	21.47%	16.88%	28.97%
Saudi Pak Leasing	TFC	53,616,300	18,216,299	***35,400,001	7.12%	5.60%	25.39%
Eden Housing Sukuk II	Sukuk	71,250,000	21,756,757	***49,493,243	9.96%	7.83%	39.60%
Total		274,746,300	83,123,891	191,622,409	38.55%	30.30%	

\*\*\* Book value, performing but below investment grade.

## Excess / (Short) exposures

Particulars	Exposure Type	% of Net Assets	Limit	Excess / (Short)
Agritech Limited PPTFC II	Single Entity	21.47%	10%	11.47%
Engro Fertilizer Perpetual 1 PPTFC	Single Entity	18.71%	10%	8.71%
Chemical Sector	Sector	40.18%	25%	15.18%
Cash and Cash Equivalent	Cash Balance	22.72%	25%	(2.28%)

## Asset Allocation (% of NAV) 29-Apr-11 31-Mar-11

	29-Apr-11	31-Mar-11
TFC / Sukuk	76.32%	75.06%
T-Bills	19.32%	21.25%
Cash Equivalents	3.40%	2.02%
Other Assets	0.96%	1.67%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

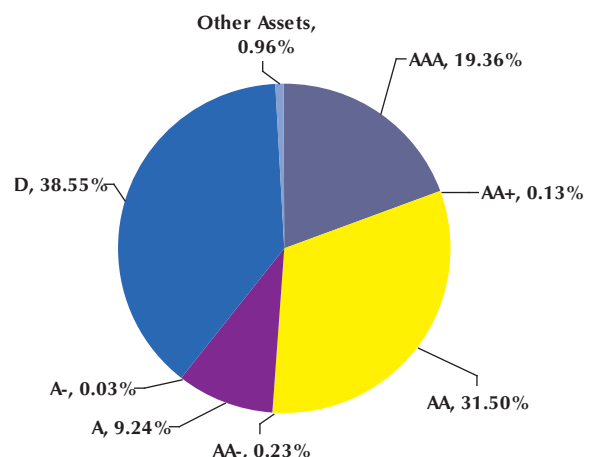
## TFC/SUKUK Holdings (as at April 29, 2011)

Name of TFCs / Sukuks	% of Net Assets
Agritech Limited (PPTFC II)	21.47%
Engro Fertilizer (PPTFC)	18.71%
Eden Housing Limited (Sukuk)	9.96%
UBL Bank Limited IV	9.87%
World Call Telecom Limited	9.19%
Saudi Pak Leasing TFC	7.12%
<b>Total</b>	<b>76.32%</b>

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Ahmad Nouman, CFA  
Sajjad Anwar, CFA  
Tanvir Abid, CFA, FRM

## Credit Quality of the Portfolio (% of NAV)



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